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THE MUTUAL SECURITY PROGRAM FOR FISCAL YEAR 1955

FISCAL 1954 APPROPRIATIONS AND FISCAL 1955 AUTHORIZATION REQUEST

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MUTUAL SECURITY PROGRAM FOR FISCAL YEAR 1955

TABLE I.—*Mutual Security Program appropriations for fiscal year 1954*

[In millions of dollars]

Appropriation	New appropriations	Unobligated balances reappropriated	Actual and anticipated transfers	Total
Chapter I. Military Assistance:				
1. Europe	1,860.0	1,312.9	−378.1	2,793.9
2. Near East and Africa	270.0	310.9	+126.7	707.6
3. Asia and Pacific	1,035.0	256.9	+174.3	1,466.2
4. American Republics	15.0	50.7	+2.1	67.8
Subtotal	3,180.0	1,930.5	−75.0	5,035.5
Chapter II. Mutual Defense Financing:				
1. Europe	220.0	115.7	+66.4	402.1
2. Formosa and Indochina	84.0	17.8		101.8
3. Manufacturing in France	85.0			85.0
4. Manufacturing in United Kingdom	85.0			85.0
5. Indochina forces support	400.0			400.0
Subtotal	874.0	133.5	+66.4	1,073.9
Chapter III. Mutual Special Weapons Planning	50.0			50.0
Chapter IV. Technical Assistance:				
6. Near East and Africa	33.8			33.8
7. Asia and Pacific	51.3	.8		52.1
8. American Republics	22.3	4.5	+1.9	28.7
9. Basic materials development	19.0			19.0
Subtotal	126.4	5.3	+1.9	133.6
Chapter V. Special Regional Economic Assistance:				
10. Near East and Africa	147.0			147.0
11. Palestine refugees		44.1		44.1
12. India and Pakistan	75.0			75.0
Subtotal	222.0			266.1
Chapter VI. Multilateral Organizations:				
13. Movement of migrants	7.5			7.5
14. Multilateral technical cooperation	9.5			9.5
15. International children's welfare work	9.8			9.8
16. Ocean freight, VRS	1.6	.2		1.8
17. UNKRA	50.7			50.7
Subtotal	79.1	.2		79.3
Total	4,531.5	2,113.6	−6.7	6,638.4
Relief and rehabilitation in Korea	200.0			200.0
Grand total, Mutual Security Program and relief and rehabilitation in Korea	4,731.5	2,113.6	−6.7	6,838.4

TABLE II.—*Mutual Security Program, fiscal year 1954 appropriations and fiscal year 1955 authorization request*

[In millions of dollars]

Appropriation	Fiscal year 1954 appropriation adjusted to proposed fiscal year 1955 structure	Unobligated balance, June 30, 1953, and other funds applied to 1954 program	Fiscal year 1954 program comparative to fiscal year 1955 request [1]	Fiscal year 1955 authorization request	Estimated unobligated balance, June 30, 1954 [2]	Estimated unexpended balance, June 30, 1954
Grand total	[3] 4,714.1	621.8	5,335.9	3,448.2	2,604.3	[4] 9,747.3
Chapter I. Mutual Defense Assistance: Subtotal	2,536.4	359.0	2,895.4	1,580.0	2,527.0	7,570.8
1. Europe	1,222.4	259.8	1,482.2	725.2		
2. Near East, Africa, and South Asia	366.7	66.4	433.1	181.2		
3. Far East and the Pacific	812.1	26.2	838.3	583.6		
4. Latin America	17.1	6.6	23.7	13.0		
5. Nonregional program	118.1		118.1	77.0		
Chapter II. Direct Forces Support: Subtotal	995.0		995.0	945.0		819.4
1. Europe (manufacturing, etc.)	170.0		170.0	95.0		
2. Near East, Africa and South Asia	30.0		30.0	25.0		
3. Far East and the Pacific (Indochina, Formosa)	795.0		795.0	825.0		
Chapter III. Mutual Defense Support: Subtotal	382.1	133.1	515.2	223.4	37.5	600.6
1. Europe	223.9	115.3	339.2	77.5		
2. Near East, Africa and South Asia	69.2		69.2	61.9		
3. Far East and the Pacific	89.0	17.8	106.8	84.0		
Chapter IV. Relief and Rehabilitation: Subtotal	[3] 240.0	[5] 80.1	320.1	241.3	10.7	170.7
Chapter V. Development Assistance: Subtotal	344.8	44.9	389.7	256.4	29.1	263.9
1. Near East, Africa, and South Asia	216.6	44.1	260.7	235.0		
2. Far East and the Pacific	24.2	.8	25.0	12.4		
3. Latin America	4.0		4.0	9.0		
4. Europe (coal-steel community loan)	100.0		100.0			
Chapter VI. Technical Cooperation: Subtotal	102.5	4.5	107.0	131.6		165.2
1. Near East, Africa, and South Asia	74.7		74.7	66.0		
2. Far East and the Pacific	−1.5		−1.5	22.6		
3. Latin America	20.8	4.5	25.3	25.0		
4. Nonregional (U. N. technical assistance)	8.5		8.5	18.0		
Chapter VII. Other Programs: Subtotal	113.3	.2	113.5	70.5		156.7
1. Migrants	7.5		7.5	11.7		
2. Children's fund	9.8		9.8	13.5		
3. Ocean freight on relief packages	5.1	.2	5.3	4.4		
4. Control Act expenses	1.1		1.1	1.3		
5. NATO civilian headquarters	1.2		1.2	3.2		
6. Administration (other than defense)	36.4		36.4	35.9		
7. Basic materials	12.0		12.0			
8. U. N. Refugee Emergency Fund				.5		
9. Escapees	7.5		7.5			
10. Special programs	32.7		32.7			

[1] Sec. 550 programs are reflected in the fiscal year 1954 program under the functional classifications which most closely correspond to the utilization of sec. 550 sales proceeds.

[2] This figure is comparable to the figures in column 2 of table I, which total $2,113.2 million.

[3] Excludes $10.7 million appropriated for a United States contribution to the United Nations Korean Reconstruction Agency since this amount is not applied to fiscal year 1954 programs but is carried over for application against the fiscal year 1955 request, and $6.7 million transferred to the U. S. Information Agency.

[4] Excludes China-aid account (Treasury allocation) estimated unexpended balance, $9.8 million, to be returned to Treasury.

[5] Represents for comparison purposes the fiscal year 1954 appropriation and unobligated balances for civilian relief in Korea, which was administered by the Department of Defense but in fiscal year 1955 will be included in the Mutual Security Program.

Definitions

I. *Mutual defense assistance.*—Formerly termed "military assistance" this assistance consists of military materiel, training, facilities assistance (machine tools for production of military equipment), contributions to SHAPE and other NATO groups, contributions to infrastructure, and special weapons planning.

II. *Direct forces support.*—Under this term fall the following programs: Manufacturing in Europe (such as aircraft); "common use items" which include clothing, rations, petroleum products, medical supplies, etc., for military forces; and direct assistance to Indochina forces.

III. *Mutual defense support.*—This form of assistance is near to the former economic assistance programs, except that now the program is designed to enable recipient countries to carry on a defense program of the size which United States policy regards as necessary.

IV. *Relief and rehabilitation.*—This is a new category of assistance which consists entirely of various forms of aid to the Republic of Korea.

V. *Development assistance.*—This new term describes assistance given primarily to promote economic development and maintain economic or political stability. It includes programs called last year "special economic assistance" and others which were combined with technical assistance programs.

VI. *Technical cooperation.*—This program has been termed "technical assistance" or "point 4" previously and consists entirely of an exchange of knowledge, experience, techniques, and skills. It also includes contributions to multilateral technical assistance programs conducted by the Organization of American States and the United Nations.

VII. *Other programs.*—These are programs which do not fit into any of the above categories.

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